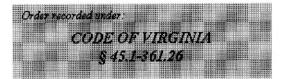
RK 504PG 499





BEFORE THE VIRGINIA GAS AND OIL BOARD

RELIEF SOUGHT: An Order for Disbursement of Escrowed Funds

(and Authorization for Direct Payment of Royalties)

JURISDICTION:

Code of Virginia § 45.1-351. (et seq) AND § 45.1-361.22 (et seq)

UNIT/WELL NAME: VC-536772

TRACT(S):

A portion of 3

LOCATION:

DICKENSON County, Virginia

TAX ID NUMBERS:

Tax Map Identification Numbers for all parcels affected by this order are shown on: Exhibit B

DOCKET NUMBER:

VGOB-05-1115-1531-01

APPLICANTS:

EQT Production Company on behalf of Lambert Land, LLC

HEARING DATE AND LOCATION:

Russell County Government Center, Lebanon, Virginia

December 18, 2012

APPEARANCES:

James Kaiser on behalf of EQT Production Company

PRIOR PROCEEDINGS:

- 1. Original Pooling Order Executed 01/10/2006, Recorded on 01/17/2006, Deed Book/Instrument No. 421, Page 655.
- 2. Supplemental Order, Recorded on 07/06/2006, Deed Book/Instrument No. 427, Page 416.

NOTICE:

The Unit Operator gave notice to the Applicants that the Board would consider its disbursement petition at the December 18, 2012 hearing and considered whether to:

- (1) Amend the Pooling Order to provide for the disbursement of funds on deposit in the Escrow Account attributable to Tract(s) A portion of 3 identified in the attached petition.
- (2) Delete the requirement that the Unit Operator place future royalties attributable to Tract(s) A portion of 3 relative to the interests of the Applicants identified in the attached petition.
- (3) Continue the escrow account under this docket number.

FINDINGS:

Code of Virginia § 45.1-361.22

Applicant has certified and represented to the Board that:

BK 504PG 500

Lambert Land was identified as a conflicting owner in Tract 3 for Well VC-536772. EQT Production Company has received a letter dated October 4, 2012 from Lambert Land whereby Range Rescources-Pine Mountain Inc. released their claim to current and future royalties in this well.

RELIEF GRANTED:

VGOB	Disburse	ement	Fractional	Net Acreage	Royality	Escrowed	Percent of
Unit VC-536772 VGOB-05-1115-1531-01			Ownership	Ownership	Split Agreement	Acres Disbursed	Escrowed Funds Disbursed
		-1531-01	in Tract	inTract			
Table Tracts	1 : A portion	n of 3					
Item Tract		Disbursement Table					
		Total acreage in escrow before disbursement				8.23000	
	3	Tract 3 (total acreage)	7.70				
1	3	Lambert Land, LLC\P. O. Box 191, Abingdon, VA 24212		7.7000	100.00%	7.7000	93.5601%

- 1. The Escrow Agent is ordered, to within ten (10) days of receipt of this executed order, disburse funds for the unit and applicants detailed in Table 1.
- 2. The Escrow Agent is ordered to continue the Escrow Account for the Subject Drilling unit based on the attached Revised Exhibit E which replaces all prior Exhibit E's recorded for the Subject Drilling Unit.

CONCLUSION:

Therefore, the requested relief and all terms and provisions set forth above be and hereby are granted and IT IS SO ORDERED.

APPEALS:

Appeals of this Order are governed by the provisions of the Code of Virginia § 45.1-361.9 which provides that any order or decision of the Board may be appealed to the appropriate circuit court and that whenever a coal owner, coal operator, gas owner, gas operator, or operator of a gas storage field certificated by the State Corporation Commission is a party in such action, the court shall hear such appeal de novo.

BK 50486 501

DONE AND EXECUTED this 3 day of January, 2013 by a majority of the Virginia Gas and Oil Board.

Sam C. Jambie

Chairman, Bradley C. Lambert

DONE AND PERFORMED this 3 day of January, 2013 by Order of the Virginia Gas and Oil Board.

Rick Cooper

Principal Executive to the staff, Virginia Gas and Oil Board

COMMONWEALTH OF VIRGINIA COUNTY OF RUSSELL

Acknowledged on this day of <u>Andaly</u>, personally before me a notary public in and for the Commonwealth of Virginia, appeared Bradley C. Lambert, being duly sworn did depose and say that he is the Chairman of the Virginia Gas and Oil Board and appeared Rick Cooper, being duly sworn did depose and say that he is Principal Executive to the staff of the Virginia Gas and Oil Board, that they executed the same and was authorized to do so.

Diane J. Davis, Notary Public

174394

My Commission expires: September 30, 2013



Page NO

BK 504PG 502

BEFORE THE VIRGINIA GAS AND OIL BOARD

PETITIONER: EQT Production Company

DIVISION OF GAS AND OIL

DOCKET NO: VGOB 05-1115-1531-01

RELIEF SOUGHT: (1) DISBURSEMENT FROM ESCROW REGARDING TRACT(S) A portion of 3 (2) AND AUTHORIZATION FOR DIRECT

HEARING DATE: December 18, 2012

PAYMENT OF ROYALTIES

DRILLING UNIT:

VC-536772

DICKENSON COUNTY, VIRGINIA

PETITION FOR ORDER OF DISBURSEMENT OF ESCROW FUNDS

1. Petitioner and its counsel

Petitioner is EQT Production Company, 225 North Shore Drive, Pittsburgh, PA 15212, (412)553-5700. Petitioner's counsel is James Kaiser, Wilhoit and Kaiser Law Firm, 220 Broad Street, Suite 210, Kingsport, TN 37660.

2. Relief Sought

A petition for disbursement of funds from Unit VC-536772 for Lambert Lands in Tract 3.

3. Legal Authority

Va. Code Ann. § 45.1-361.1 et seq., 4 VAC 25-160-140., and relevant Virginia Gas and Oil Board Orders ("Board") heretofore promulgated pursuant to law.

4. Type of Well(s)

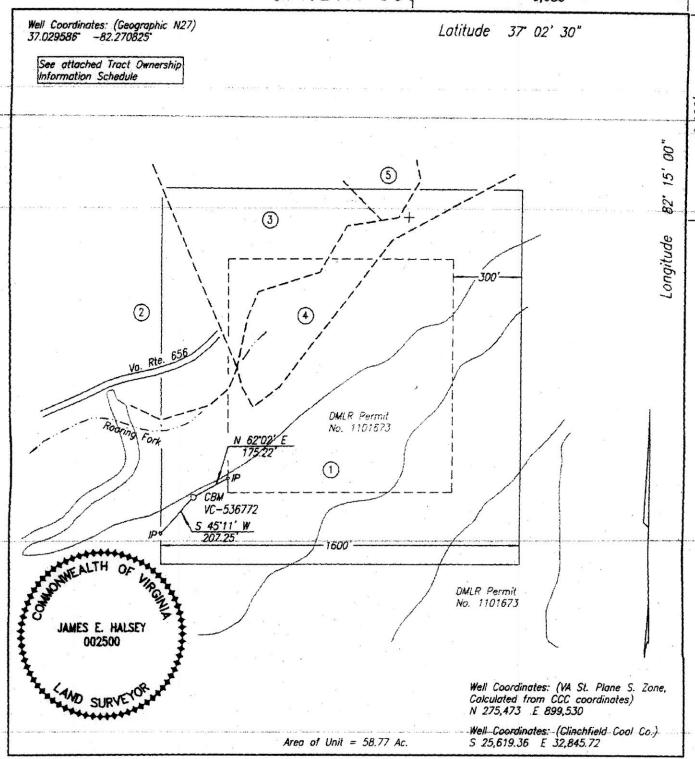
Coalbed Methane

5. Factual basis for relief requested

Lambert Land was identified as a conflicting owner in Tract 3 for Well VC-536772. By letter dated 10/04/2012 from Range Resources-Pine Mountain waiving claim to any past or future royalties attributable to your interest in this well.

6. Attestation

The foregoing Petition to the best of my knowledge, information, and belief is true and correct.



WELL LOCATION PLAT

COMPANY <u>Equitable Production Company</u> WELL NAME AND NUMBER TRACT NO. <u>Ls. No. 905073L</u> ELEVATION <u>2.028.06</u> QUADRANGLE <u>Noro</u>	VC-536772
COUNTY <u>Dickenson</u> DISTRICT <u>Ervinton</u> SCALE <u>1" = 400'</u> D	ATE 9-28-2005
This Plat is a new plat x; an updated plat; or a final location plat;	
Denotes the location of a well on United States topographic Maps, scale 1	
24,000, latitude and longitude lines being represented by border lines as sh	iown,
and the	
Licensed Professional Engineer or Licensed Land Surveyor	

Page Number 5.

BK 421PG 667

VC-536772 PLAT TRACT OWNERSHIP INFORMATION SCHEDULE

BK 504 PG 504

 Lease No. 905073L
 Lambert Land, LLC - surface, coal, oil, gas & CBM 512.98 Acres
 Gas 40.59 Ac. 69.07%

2. Lease No. 241490L / T-140
H. Hardaway / C. C. Smith
31.77 Acres
ACIN LLC - coal
Alpha Land & Reserves LLC - coal lessee
WBRD LLC - coal
Dickenson-Russell Coal Company LLC - coal lessee
Pine Mountain Oil & Gas, Inc. - oil, gas, & CBM
Gas 4.24 Ac. 7.21%

3. Lease No. 905467L

Lambert Land, LLC - oil, gas, & coal (Lower Banner Seam only)
Lease No. 244792L / TC-176
Elijah Neece, 68.25 Acres
ACIN LLC - coal (all except Lower Banner Seam)
Alpha Land & Reserves LLC - coal lessee
WBRD LLC - coal (all except Lower Banner Seam)
Dickenson-Russell Coal Company LLC - coal lessee
Pine Mountain Oil & Gas, Inc. - CBM
Gas 7.70 Ac. 13.10%

4. Lease No. 241640L / T2-130

Geo. Lambert
153.53 Acres
Heartwood Forestland Fund IV, L.P. - surface
ACIN LLC - coal
Alpha Land & Reserves LLC - coal lessee
WBRD LLC - coal
Dickenson-Russell Coal Company LLC - coal lessee
Pine Mountain Oil & Gas, Inc. - oil, gas, & CBM

Gas 5.71 Ac. 9.72%

Lease No.

Eva Grizzle - oil, gas & coal (Lower Banner Seam only)

1 Acre

Lease No. 244792L / TC-176

Elijah Neece, 68.25 Acres

ACIN LLC - coal (all except lower banner seam)

Alpha Land & Reserves LLC - coal lessee

WBRD LLC - coal (all except lower banner seam)

Dickenson-Russell Coal Company LLC - coal lessee

Pine Mountain Oil & Gas, Inc. - CBM

Gas 0.53 Ac. 0.90%

BK 504 MS 505

VGOB	Disburse	ment	Fractional	Net Acreage	Royality	Escrowed	Percent of	Disbursement
Unit V	0-536772		Ownership	Ownership	Split	Acres	Escrowed Funds	
VGOB-05-1115-1531-01		in Tract	inTract	Agreement	Disbursed	Disbursed		
Table	1							
Tracts: A portion of 3								
							-	
tem	Tract	Disbursement Table						
		Total acreage in escrow before disbursement				8.23000		
	3	Tract 3 (total acreage)	7.70					
1	3	Lambert Land, LLC\P. O. Box 191, Abingdon, VA 24212		7.7000	100.00%	7.7000	93.5601%	\$16,492.2

Wells contributing to the escrow account: VC-536772 W/PL

EXHIBIT "BK 504 % 506 VC-536772 VGOB 05/11/15/1531

TRACT	LESSOR	LEASE STATUS	INTEREST WITHIN UNIT	GROSS ACREAGE IN UNIT	NET REVENUE INTEREST	
	Gas Estate Only					
1	ID # 17210 Lambert Land LLC P.O. Box 490 Nora, Virginia 24272	Leased-EPC 905073L	69.070000%	40.5900	0.08633750	RI
	Equitable Production Company		A	, All-Auto-	0.60436250	wı
Tract 1 Totals			69.070000%	40.5900	0.69070000	
2	ID # 12443 Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136 Abingdon, VA 24212	Leased- EPC 241490	7.210000%	4.2400	0.00901250	RI
	Equitable Production Company				0.06308750	wı
Tract 2 Totals			7.210000%	4.2400	0.07210000	
3	ID # 06221 Lambert Land LLC P.O. Box 490 Nora, Virginia 24272	Leased- EPC 905467L	13.100000%	7.7000	0.01637500	RI
	Equitable Production Company				0.11462500	WI
Tract 3 Totals		The state of the s	13.100000%	7.7000	0.13100000	
4	ID # Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136 Abingdon, VA 24212	Leased - EPC 241640	9.720000%	5.7100	0.01215000	RI
	Equitable Production Company		was a second		0.08505000	wı
Tract 4 Totals			9.720000%	5.7100	0.09720000	
5	ID # 02712 Eva Jane Grizzle Route 1 Box 625 Dante, Virginia 24237	Unleased	0.900000%	0.5300	0.00112500	RI
	Equitable Production Company		And the second s		0.00787500	WI
Tract 5 Totals			0.900000%	0.5300	0.00900000	
	TOTAL GAS ESTATE		100.000000%	58.7700	1.00000000	

BK 5048 507

	TOTAL COAL ESTATE		100.000000%	58.7700	1.00000000	
Tract 5 Totals			0.900000%	0.5300	0.00900000	-
	Equitable Production Company				0.00787500	_wı
	Attn: Jerry Grantham P.O. Box 2136 Abingdon, VA 24212					
5	ID # 02712 Pine Mountain Oil & Gas, Inc.	Leased - EPC 244792	0.900000%	0.5300	0.00112500	RI
Tract 4 Totals			9.720000%	5.7100	0.09720000	_
	Equitable Production Company			****	0.08505000	_wi
~	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136 Abingdon, VA 24212	Leased - EPC 241640	9.720000%	5.7100	0.01215000	RI
4	ID#	***************************************	The second secon			-
Tract 3 Totals	•		13.100000%	7.7000	0.13100000	-
	P.O. Box 2136 Abingdon, VA 24212 Equitable Production Company				0.11462500	wı
	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham	244792				
3	ID # 06221	Leased - EPC	13.100000%	7.7000	0.01637500	RI
Tract 2 Totals			7.210000%	4.2400	0.07210000	
	Equitable Production Company				0.06308750	wı
	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136 Abingdon, VA 24212	241490				
2	ID # 12443	Leased - EPC	7.210000%	4.2400	0.00901250	RI
Tract 1 Totals			69.070000%	40.5900	0.69070000	
	Nora, Virginia 24272 Equitable Production Company				0.60436250	wı
1	ID # 17210 Lambert Land LLC P.O. Box 490	Leased-EPC 905073L	69.070000%	40.5900	0.08633750	RI
	Coal Estate Only					

EXHIBIT "E" VC-536772 REVISED 10/10/2012

<u>TR</u>	LESSOR	LEASE STATUS	INTEREST WITHIN UNIT	GROSS ACREAGE IN UNIT
		Gas Estate Only		
5	ID # 02712 Eva Jane Grizzle Route 1 Box 625 Dante, Virginia 24237	Unleased	0.900000%	0.5300
	TOTAL GAS ESTATE		0.900000%	0.5300
		Coal Estate Only		
5	ID # 02712 Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136 Abingdon, VA 24212	Leased - EPC 244792	0.900000%	0.5300
	TOTAL COAL ESTATE		0.900000%	0.5300

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Exhibit EE VC-536772 VGOB 05/11/15-1531

Tract		Lessor	INTEREST WITHIN UNIT	ACREAGE IN UNIT
		Gas Estate Only		
3	ID # 06221 Lambert Land LLC P.O. Box 191 Abingdon, Virginia 24212	Leased- EPC 905467L	13.100000%	7.7000
	Total		13.100000%	7.7000
	Total subsequent to RR-PM Waiver		13.100000%	7.7000

RECORDED IN THE CLERK'S UPTICE OF DICKENSON UN MARCH & 2013 AT 11:29AM

HECUMUED BY: CUT